GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Ind. & Com.(Infra) Dept., – Ultra-mega Project of M/s. Arcelor Mittal Nippon Steel India Limited (AMNSI) for setting up of new 17.8 MTPA integrated steel plant in 2 phases (7.3 MTPA in first phase & 10.5 MTPA in Phase-II) in Anakapalli District - Consideration of subsequent requests of M/s. AMNSI for payment of land cost in multiple Tranches and others as a special case, considering their investment of > 1 lakh cr in two phases in the State – Orders – Issued.

INDUSTRIES & COMMERCE (INFRA) DEPARTMENT

G.O.MS.No. 99 Dated: 20-06-2025

Read the following;

1. G.O.Ms.No.76,Ind. & Com (P&I) dept., dt:26.11.2024.
2. From the VC&MD, APIIC, letter No. APIIC-17/207/2024-ASSETMGMT-APIIC Date:18.04.2025.
3. Meeting of the State Investment Promotion Board (SIPB) held on 19.06.2025.

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ORDER:

In the G.O. 1st read above, Government have issued orders for allotment of lands and certain tailor-made incentives and other facilitation in favour of M/s. Arcelor Mittal Nippon Steel India Limited (AMNSI) for setting up of "integrated steel plant" in 2 phases at Nakkapalli (M), Anakapalli District. Accordingly, provisional allotment orders were issued by APIIC in favour of M/s. AMNSI duly allotting land measuring an extent of Acs.2080.76 cts @ Rs.51,39,690/- per acre on 28.11.2024.

2. The M/s Arcelor Mittal Nippon Steel India Limited (AMNSI) has submitted representation, requesting relaxation in the terms and conditions of allotment related to Indemnity, Payment of land cost in three instalments within a maximum period of 12 months and permission for subleasing/subletting the lands to subsidiaries of the AMNSI with prior approval of APIIC or Government as the case may be.

3. Accordingly, the requests of the M/s Arcelor Mittal Nippon Steel India Limited (AMNSI) has been placed before the State Investment Promotion Board (SIPB) meeting held on 19.06.2025 with the recommendations of the State Investment Promotion Committee (SIPC).

4. In the reference 3rd read above, the SIPB, after a detailed discussions on the request of M/s Arcelor Mittal Nippon Steel India Limited (AMNSI) and SIPC recommendations, approved as follows:

i. Permission for payment of land cost in multiple Tranches with an applicable interest of 9% per annum, duly considering that the firm has already made

(P.T.O)

payment of first tranche of about 450 Cr.

ii. Permission to Sublease/Sublet only to its subsidiaries, with prior written approval of the APIIC or the Government as the case may be, subject to the condition that the share of the AMNSI in the said subsidiaries remains more than 51%

iii. Approval for modification of Indemnity Clause in the allotment letter as requested by the company, as a special case, considering the investment of > 1 lakh Cr in two phases in the State.

5. After careful consideration of the decision of the State Investment Board (SIPB), Government hereby approves request of M/s Arcelor Mittal Nippon Steel India Limited (AMNSI) as follows:

i. Permission for payment of land costs in three Tranches with an applicable interest of 9% per annum.

ii. Permission to Sublease/Sublet only to its subsidiaries, with prior written approval of the APIIC or the Government as the case may be, subject to the condition that the share of the AMNSI in the said subsidiaries remains more than 51%.

iii. Approval for modification of Indemnity Clause in the allotment letter as requested by the company, as a special case, considering the investment of > 1 lakh cr in two phases in the State.

6. The Director of Industries and the Vice Chairman & Managing Director, APIIC, shall take necessary action accordingly, in the matter.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

N.YUVARAJ
SECRETARY TO GOVERNMENT

To
The Director of Industries, AP, APIIC tower, Mangalagiri.
The VC&MD, APIIC, APIIC Tower, Mangalagiri.

Copy to:
The M/s. M/s Arcelor Mittal Nippon Steel India Limited (AMNSI),
6th & 7th floor, Raheja Tower, Plot C-30, Block-G, Bandra kurla Complex, Bandra (east), Mumbai-400051, Maharashtra.
The P.S. to Secretary to C.M., O/o. the CMO.
The P.S. to Hon'ble Minister (I&C and FP), A.P. Secretariat.
The P.S. to Chief Secretary to Government, A.P. Secretariat.
The P.S. to Secretary to Govt. & CIP, Ind. & Com. Dept., A.P. Secretariat.
Sc/Sf(2809021)

//FORWARDED::BY ORDER//

SECTION OFFICER